

UNITED STATES DISTRICT COURT
WESTERN DISTRICT OF NEW YORK

DANIEL E.,

Plaintiff,

v.

DECISION AND ORDER
24-CV-6161-A

FRANK BISIGNANO,¹
Commissioner of Social Security,

Defendant.

Plaintiff Daniel E., as the prevailing party in this social security benefits action, has filed a Motion for Attorney Fees, under 42 U.S.C. § 406 (b)(1)(A). *Dkt. 10.* Defendant neither supports nor opposes counsel's request. *Dkt. 12.*

By statute, this Court may determine and award a reasonable fee not to exceed 25% of total past-due benefits to an attorney who secures a favorable judgment for a claimant in a social security case in federal court. See 42 U.S.C. § 406 (b)(1)(A); *Gisbrecht v. Barnhart*, 535 U.S. 789, 794 (“§ 406(a) governs fees for representation in administrative proceedings; § 406(b) controls fees for representation in court.”). This fee authority “does not displace contingent-fee agreements” but rather “calls for court review of such arrangements as an independent check, to assure that they yield reasonable results in particular cases.” *Gisbrecht*, 535 U.S. at 807. Since 406(b) is not entirely self-explanatory, the Second

¹ On May 7, 2025, Frank Bisignano was sworn in as the Commissioner of Social Security. He is substituted pursuant to Fed. R. Civ. P. 25(d). The Clerk is directed to amend the caption to comply with this substitution.

Circuit, in “[s]eeking to provide...guidance” on the issue has held “that where there is a contingency fee agreement in a successful social security case, the district court’s determination of a reasonable fee under § 406(b) must begin with the agreement, and the district court may reduce the amount called for by the contingency agreement only when it finds the amount to be unreasonable.” *Fields v. Kijakazi*, 24 F.4th 845, 852–53 (2d Cir. 2022) (quotations and citations omitted). This review is subject to “one boundary line: Agreements are unenforceable to the extent that they provide for fees exceeding 25 percent of the past-due benefits.” *Gisbrecht*, 535 U.S. at 807. “Within the 25 percent boundary ... the attorney for the successful claimant must show that the fee sought is reasonable for the services rendered.” *Id.*

Here, Plaintiff entered into a fee agreement with his attorney whereby Plaintiff agreed to pay attorney fees of up to 25% of the past due benefits awarded to Plaintiff. Dkt. 10-4. After this lawsuit was commenced in federal court, Plaintiff was awarded \$106,674.00 in past due benefits. *Dkt. 10-1, 10-3*. The requested fee of \$26,668.50 is equal to approximately 25% of the past due benefits, equal to the 25% statutory limit and the amount provided for under the fee agreement. Yet, the inquiry does not end there as this Court must still determine whether the requested amount is reasonable, and to do that, the Courts have looked to “whether there has been fraud or overreaching in making the agreement...[and]...whether the requested amount is so large as to be a windfall to the attorney.” *Wells v. Sullivan*, 907 F.2d 367, 372 (2d Cir. 1990).

Having thoroughly reviewed counsel's fee request and supporting documentation, this Court finds that the requested fee is reasonable based on counsel's experience in social security law, the character of the representation provided, and the favorable results achieved. See *Gisbrecht*, 535 U.S. at 808. Moreover, there is no indication that this fee is a windfall. *Fields v. Kijakazi*, 24 F.4th at 849. Timesheets submitted by Plaintiff's counsel reflect that Plaintiff's attorney logged 70.4, for an effective hourly attorney rate would be \$378.81. *Dkt. 10-1*. This amount is reasonable. See *Gisbrecht*, 535 U.S. at 808 (noting that "a record of the hours spent representing the claimant" can be used by the court "as an aid to [its] assessment of the reasonableness of the fee yielded by the fee agreement"); see also *Fields*, 24 F.4th at 854 ("[E]ven a relatively high hourly rate may be perfectly reasonable, and not a windfall, in the context of any given case."). For these reasons, Plaintiff's counsel's \$26,668.50 fee request is therefore granted under 42 U.S.C. § 406 (b)(1)(A).

Previously, Plaintiff's counsel has been awarded and received \$14,859.62 in fees under the Equal Access to Justice Act ("EAJA"), 28 U.S.C. § 2412 (d). *Dkt. 8, 10-1, 10-2, pp.4-6*. Because the fee granted herein exceeds the EAJA fee, Plaintiff's counsel must refund the \$14,859.62 EAJA fee to Plaintiff. See *Wells v. Bowen*, 855 F.2d 37, 42 (2d Cir. 1988). Accordingly, it is hereby

ORDERED, that counsel's Motion for Attorney Fees in the amount of \$26,668.50 under 42 U.S.C. § 406(b)(1)(A) (*Dkt. 10*) is **GRANTED**. The fees are to

be paid out of Plaintiff's past-due benefits in accordance with agency policy; and it is further

ORDERED, that Plaintiff's counsel is directed to refund to Plaintiff the \$14,859.62 EAJA awards already received within 14 days of receiving the § 406(b) award.

IT IS SO ORDERED.

s/Richard J. Arcara _____

HONORABLE RICHARD J. ARCARA
UNITED STATES DISTRICT COURT

Dated: May 16, 2025
Buffalo, New York